

FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463.

JUL 22 1998

Paul A. Johnson, Treasurer Democratic Senatorial Campaign Committee 430 South Capitol Street, SE Washington, DC 20003

Identification Number:

C00042366

Reference:

May Monthly Report (4/1/98-4/30/98)

Dear Mr. Johnson:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-Schedule A of your report (pertinent portion(s) attached) discloses a contribution(s) from an organization(s) which is not a political committee registered with the Commission. In order for your committee to accept contributions from unregistered organizations into accounts used to influence federal elections, your committee should take steps to insure that the contributor(s) used permissible funds to make the contribution(s) to avoid violating 2 U.S.C. §§441a(f) and 441b or 11 CFR §102.5(b). Under 11 CFR §102.5(b), organizations which are not political committees under the Act and choose to contribute to federal committees must either: 1) establish a separate account which contains only those funds permitted under the Act, or 2) demonstrate through a reasonable accounting method that the organization has received sufficient funds subject to the limitations and prohibitions in order to make the contribution.

If the contribution(s) in question was incompletely or incorrectly disclosed, you should amend your original report with clarifying information. In addition, please clarify whether the contribution(s) received from the referenced organization(s) is permissible. To the extent that your committee has received impermissible funds, the Commission recommends that you transfer the impermissible funds to an account not used to

influence federal elections or refund the impermissible amount(s) to the donor(s) in accordance with 11 CFR §103.3(b). In order to protect the donor's interests, the Commission recommends that you inform the contributor(s) in writing to provide the donor(s) with the option of receiving a refund or granting written authorization for a transfer to another account.

Please inform the Commission of your corrective action immediately in writing and provide a photocopy of your check for the transfer-out or refund. Should you choose to transfer-out or refund the contribution(s), the Commission will presume the funds were impermissible if no statement from your committee provides information to the contrary. Transfers-out and refunds should be disclosed on a Schedule B supporting Line 22 or 28 of the report covering the period during which the transaction was made.

Although the Commission may take further legal action concerning the acceptance of prohibited contributions, prompt action by your committee in transferring-out or refunding the amounts will be taken into consideration.

A written response or an amendment to your original report(s) correcting the above problem(s) should be filed with the Federal Election Commission within fifteen (15) days of the date of this letter. If you need assistance, please feel free to contact me on our toll-free number, (800) 424-9530. My local number is (202) 694-1130.

Sincerely,

Kenneth A. Davis, Jr.

Reports Analyst

Reports Analysis Division

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SCHEDULE A

ITEMIZED RECEIPTS

Any information copied from such Reports and Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes, other than using the name and address of any political committee to solicit contributions from such committee.

| DEMOCRATIC SENATORIAL | CAMPAIGN COMMITTEE | |
|---|--------------------|------------|
| Name, Mailing Address and ZIP Code | Date | Amount |
| Liberty Mutual Insurance Company PAC 175 Berkeley Streat Boston, MA 02117 | 4/24/98 | 52,500.00 |
| Y-T-D \$2,5 | 00.00 | |
| Locomotive Engineers AFL-CIO PAC 10 G Street, NE Suite 480 | 4/28/98 | \$1,000.00 |
| Washington, DC 20002 Y-T-D \$1,0 | 00.00 | |
| Magazine Publishers Association PAC 1211 Connecticut Avenue, N.W. Suite 606 | 4/30/98 | \$500.00 |
| Washington, DC 20036 Y-T-D \$5 | ae . 00 | |
| National Air Traffic Controllers Association PAC | 4/75/99 | \$2,500.00 |
| 1150 17th Street. NW Suite 701 Washington, DC 20036 | 4/30/98 | 42,500.00 |
| Y-T-D \$7,5 | DD. 00 | |
| National Electrical Contractors Association PAC | | |
| 3 Bethesda Metro Center Suite 1100 | 4/30/98 | \$2,000.00 |
| Bethesda, MD 20014 Y-T-D \$2,0 | 90.00 | |
| State Street Bank & Trust Co. PAC 116 Skyline Drive | 4/24/98 | \$2,500.0 |
| Wesswood, MA 02090 Y-T-D \$2,5 | 00.00 | |

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SCHEDULE A

ITEMIZED RECKIPTS

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| DEMOCRATIC BENATORIAL CAMPAIGN CONMITTEE | | | | |
|--|------------|---------|------------|--|
| Name, Mailing Address and 2IP Code | | Date | Amount | |
| U.S. Tobacco Company PAC (USTPAC TEAM) 1201 Pennsylvania Ave, NW Suite 300 | | 4/2/98 | \$5,000_DO | |
| Washington, DC 20004 | \$5,000.00 | | | |
| USAA Federal Legislative Affairs PAC 1455 F Street, NW Buite 420 | | 4/22/96 | \$5,000.00 | |
| Waghington, DC 20004 | \$5,000.00 | | | |
| Viacom Inc. PAC 1515 Broadway | <u> </u> | 4/30/98 | \$8,000.00 | |
| New York, NY 10036 Y-T-D | \$8,500.00 | | | |